GOVERNMENT OF INDIA
FINANCE
LOK SABHA

STARRED QUESTION NO:89
ANSWERED ON:21.07.2017
Banks Board Bureau
Mani Shri Jose K.

Will the Minister of FINANCE be pleased to state:

(a) whether the Banks Board Bureau (BBB) apart from recommending names as Executive Directors of various public-owned banks, has done little in terms of fulfilling the other critical elements of its mandate and if so, the details thereof;
(b) whether BBB is a part time interim body, waiting for a regular and full-fledged Bank Investment Company as recommended by PJ Nayak Committee Report of 2014 and if so, the details thereof; and
(c) whether the Government proposes to hasten the process of setting up the Bank Investment Company to oversee the implementation of Indradhanush-2 and if so, the details thereof?

Answer

THE MINISTER OF FINANCE

(a) to (c): A statement is laid on the table of the house.

STATEMENT REFERRED TO IN REPLY TO THE LOK SABHA STARRED QUESTION NO.*89 BY SHRI JOSE K. MANI FOR 21.07.2017 REGARDING 'BANKS BOARD BUREAU'.

(a): Banks Board Bureau (BBB) has been mandated to do the following in respect of Public Sector Banks and Financial institutions : (i) make recommendations for appointment as Whole Time Directors (Managing Director & Chief Executive Officers and Executive Directors), Non-executive Chairman, (ii) advise Government on matters relating to appointments, confirmation and extension/termination of tenure, desired structure at the Board level, performance appraisal system, training and development programs and formulation of a code of conduct and ethics for managerial personnel (iii) help banks to develop a robust leadership succession plan for critical positions and developing business strategies and capital raising plan etc. and (iv) build a data bank relating to performance of senior management and board of directors.

(b) and (c): The setting up of BBB is not linked to a Bank Investment Company. There is no proposal to set up a Bank Investment Company.

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